

Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

1 State of Arkansas
2 85th General Assembly
3 Regular Session, 2005
4

As Engrossed: H4/1/05
A Bill

HOUSE BILL 2642

5 By: Representative Stovall
6
7

8 **For An Act To Be Entitled**

9 AN ACT TO PROVIDE THAT A PORTION OF THE PROCEEDS
10 FROM INSURANCE PREMIUM TAXES SHALL BE CREDITED TO
11 THE ARKANSAS MEDICAID PROGRAM TRUST FUND; AND FOR
12 OTHER PURPOSES.
13

14 **Subtitle**

15 TO PROVIDE THAT A PORTION OF THE
16 PROCEEDS FROM INSURANCE PREMIUM TAXES
17 SHALL BE CREDITED TO THE ARKANSAS
18 MEDICAID PROGRAM TRUST FUND.
19
20

21 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
22

23 SECTION 1. Arkansas Code § 26-57-610 is amended to read as follows:
24 26-57-610. Disposition of taxes.

25 The Insurance Commissioner shall deposit all taxes collected under the
26 provisions of §§ 26-57-604 and 26-57-605 in the State Treasury, and on the
27 last business day of each month, the Treasurer of State shall classify such
28 taxes as to the following types of revenues and credit the net amounts
29 respectively thereof as indicated in this section:

30 (1) The taxes based on premiums collected as special revenues to
31 be distributed to the respective cities, incorporated towns, and fire
32 protection districts in this state for credit to the respective firemen's
33 relief and pension funds;

34 (2) All other taxes collected under §§ 26-57-604 and 26-57-605
35 shall be credited by the Treasurer of State to the Arkansas Medicaid Program
36 Trust Fund ~~classified as general revenues, and the net amount thereof shall~~



1 ~~be credited to the various State Treasury funds participating in general~~
2 ~~revenues in the respective proportions to each as provided by, and to be used~~
3 ~~for, the respective purposes set forth in the Revenue Stabilization Law of~~
4 ~~Arkansas, § 19-5-101 et seq.; and~~

5 (3) Amounts collected under §§ 26-57-604 and 26-57-605 above the
6 forecasted level for insurance premium taxes set by the Chief Fiscal Officer
7 of the State of Arkansas under §§ 10-3-1404 and 19-4-202(b) shall be credited
8 by the Treasurer of State to the Arkansas Medicaid Program Trust Fund and
9 shall be disbursed and used for the sole purpose of increasing per diem
10 reimbursement for general hospital inpatient services provided to Medicaid
11 beneficiaries and to increase private duty nursing rates for registered
12 nurses and licensed practical nurses in home health agencies in the following
13 amounts:

	<u>FY 2006</u>	<u>FY 2007</u>
(A) <u>Raise the capitated daily</u>		
<u>rate for hospitals to a maximum</u>		
<u>of \$850</u>	<u>\$6,500,000</u>	<u>\$6,500,000</u>
 (B) <u>Medicaid private duty</u>		
<u>nursing rate increase for</u>		
<u>Registered Nurses and Licensed</u>		
<u>Practical Nurses</u>	<u>\$ 200,000</u>	<u>\$ 200,000.</u>

24 /s/ Stovall